

April 27, 2010

A regular meeting of the Council of the City of Bedford, Virginia, was held in the Council Hall of the Municipal Building at 7:00 p.m., April 27, 2010.

Members present: Mayor W. D. Tharp; Councilwoman Mary L. Flood; Councilman Jeffrey B. Hubbard; Councilman Steve C. Rush; Councilman C. G. Stanley, Jr.; Councilman James A. Vest; and Vice Mayor Robert T. Wandrei

Members absent: None

Staff present: City Manager Charles P. Kolakowski; City Attorney W. W. Berry, IV; and Clerk of the Council Teresa W. Hatcher

Mayor Tharp opened the meeting and led all present in saying the Pledge of Allegiance to the Flag.

Mayor Tharp announced that starting on May 11 through approximately Labor Day, Council will switch to casual dress.

Mayor Tharp declared that the minutes of a regular Council meeting held on April 13, 2010, were approved as distributed.

City Manager Kolakowski reported on the following:

- The budget has been presented and a work session is scheduled for May 11.
- Two events have been held recently that reflected very well on the City and its residents: the Electronics Waste and Paper Shredding Event, and the Keep Bedford Beautiful Commission Annual Spring Cleanup. The City Manager stated that over 22,000 lbs of electronics waste was collected and almost 9,000 lbs of paper was shredded. He thanked the City staff, volunteers, KBBC, Bedford Garden Club, Scott Recycling, and Cintas for their participation in the events.

Chief of Police Day announced that the Bedford Police Department won the 2010 Governor's Transportation Safety Award in the category of Occupant Protection.

City Manager Kolakowski reported that it has been determined to be possible to refund the \$2,005,000 General Obligation Water and Sewer Bond, Series 2002B and achieve an aggregate net present value debt service savings. The refunded bonds shall be general obligations of the City for the payment of principal and interest. The Resolution, providing for the issuance, sale and award of the taxable general obligation water and sewer bonds, Series 2010, was drafted by Christopher Kulp with Hunton and Williams, who serves as the City's bond counsel. The City Manager stated that City Council was requested to adopt the Resolution to refund the 2002B general obligation water and sewer bonds.

Councilman Stanley moved that the resolution be adopted. The motion was seconded by Councilman Hubbard.

Councilman Vest asked if the bonds would be reissued.

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Director of Finance Jordan stated that should the net present value savings exceed the three percent threshold that is a requirement of the Virginia Resources Authority, the bonds will be reissued. Ms. Jordan said this would not have to be reconsidered by Council at a later date.

The motion was then voted upon and carried unanimously by a roll call vote:

Councilwoman Flood	aye
Councilman Hubbard	aye
Councilman Rush	aye
Councilman Stanley	aye
Councilman Vest	aye
Vice Mayor Wandrei	aye
Mayor Tharp	aye

The resolution follows as adopted:

**RESOLUTION PROVIDING FOR THE ISSUANCE,
SALE AND AWARD OF A TAXABLE GENERAL
OBLIGATION WATER AND SEWER REFUNDING
BOND, SERIES 2010, OF THE CITY OF BEDFORD,
VIRGINIA, IN A PRINCIPAL AMOUNT NOT TO
EXCEED \$1,110,000, HERETOFORE AUTHORIZED,
PROVIDING FOR THE FORM, DETAILS AND
PAYMENT THEREOF AND PROVIDING FOR THE
REFUNDING OF CERTAIN OUTSTANDING BONDS**

WHEREAS, on June 6, 2002, the City of Bedford, Virginia (the “City”), issued its \$2,005,000 General Obligation Water and Sewer Bond, Series 2002B (the “2002 Bond”);

WHEREAS, Virginia Resources Authority (“VRA”) has advised the City that it may achieve debt service savings by refunding all or a portion of the outstanding principal amount of the 2002 Bond;

WHEREAS, the City desires to issue a refunding bond (the “Bond” as further described in Section 3 herein) to refund all or a portion of the 2002 Bond, subject to the terms and conditions herein, including a condition that the refunding achieve an aggregate net present value debt service savings of not less than 3% (the “Targeted Savings”);

WHEREAS, VRA has indicated its willingness to purchase the Bond from a portion of the proceeds of its Infrastructure and State Moral Obligation Revenue Bonds (Virginia Pooled Financing Program), Series 2010A (as more particularly defined in the below-defined Financing Agreement, the “VRA Bonds”), in accordance with the terms of a Financing Agreement to be dated as of a date specified by VRA, between VRA and the City (the “Financing Agreement”), and a Local Bond Sale Agreement to be dated as of a

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date specified by VRA, between VRA and the City (the "Local Bond Sale Agreement"), the forms of which have been presented to this meeting;

WHEREAS, VRA has advised the City that the sale date of the VRA Bonds is tentatively scheduled for May 25, 2010, but may occur, subject to market conditions, at any time between May 1, 2010, and June 1, 2010 (the "VRA Sale Date"), and that VRA's objective is to pay the City a purchase price for the Bond (the "Purchase Price Objective"), which in VRA's judgment, reflects its market value taking into consideration such factors as the Targeted Savings, the purchase price received by VRA for the VRA Bonds, the issuance costs of the VRA Bonds (consisting of the underwriters' discount and other costs incurred by VRA), and other market conditions relating to the sale of the VRA Bonds; and

WHEREAS, the Local Bond Sale Agreement will provide that the terms of the Bond may not exceed the parameters set forth below in paragraph 3;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF BEDFORD, VIRGINIA:

1. Issuance of Bond. Pursuant to the Constitution and statutes of the Commonwealth of Virginia, including the Public Finance Act of 1991, but without regard to any provisions of the City Charter, the Council hereby provides for the issuance and sale of the Bond as a general obligation water and sewer refunding bond of the City to provide funds to refund all or a portion of the 2002 Bond and to pay related issuance and financing costs incurred in connection with issuing such Bond and refunding the 2002 Bond.

2. Authorization of Financing Agreement. The form of the Financing Agreement submitted to this meeting is hereby approved. The Mayor, the Vice Mayor and the City Manager, any of whom may act, are authorized to execute and deliver the Financing Agreement in substantially such form, with such completions, omissions, insertions and changes not inconsistent with this Resolution as may be approved by the officer executing the Financing Agreement, whose approval shall be evidenced conclusively by the execution and delivery thereof. The issuance and sale of the Bond to VRA shall be upon the terms and conditions of the Financing Agreement and the Local Bond Sale Agreement. The proceeds of the Bond shall be applied in the manner set forth in the Financing Agreement. All capitalized terms used but not defined herein shall have the same meaning as set forth in the Financing Agreement.

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3. Bond Details. The Bond shall be issued as a single, registered bond, shall be designated "Taxable General Obligation Water and Sewer Refunding Bond, Series 2010," shall be numbered R-1, shall be dated the date that is 30 days prior to the closing date of the VRA Bonds, shall be in a principal amount not to exceed \$1,110,000 and shall mature no later than December 31, 2017. The Council authorizes the issuance and sale of the Bond on terms as shall be determined by VRA subject to VRA's Purchase Price Objective and the conditions described in the Recitals hereof; provided, however, that the Bond shall have a "true" interest cost not to exceed 5.5% (exclusive of "supplemental interest" as provided in the Financing Agreement) and the refunding shall achieve at least the Targeted Savings. Subject to the preceding terms, the Council further authorizes the City Manager to accept the final terms presented by VRA, including (a) the final principal amount of the Bond, (b) the amortization schedule (including the principal installment dates and amounts) for the Bond, (c) the optional and extraordinary redemption provisions, if any, of the Bond and (d) the portions of the 2002 Bond to be refunded, all in such manner as the City Manager shall determine to be in the best interests of the City.

The Local Bond Sale Agreement, in substantially the form presented to this meeting, is hereby approved, with such completions, omissions, insertions and changes not inconsistent with this Resolution as may be approved by the City Manager. The City Manager is authorized and directed to execute and deliver, on behalf of the City, the Local Bond Sale Agreement.

The actions of the City Manager in accepting the final terms of the Bond shall be conclusive, and no further action shall be necessary on the part of the City Council.

As set forth in the Financing Agreement, the City agrees to pay such "supplemental interest" and other charges as provided therein, including such amounts as may be necessary to maintain or replenish the Capital Reserve Fund. The principal of and premium, if any, and interest on the Bond shall be payable in lawful money of the United States of America.

4. Payment and Redemption Provisions. The principal of and premium, if any, and interest on the Bond shall be payable as set forth in the Bond and the Financing Agreement. The City may, at its option, redeem, prepay or refund the Bond upon the terms determined by the City Manager in Section 3 above and set forth in the Financing Agreement.

5. Execution and Form of Bond. The Bond shall be signed by the Mayor or the Vice Mayor and the City's seal shall be affixed thereon and attested by the Clerk or Deputy Clerk of Council. The Bond shall be issued initially as a typewritten bond in substantially the form of Exhibit A attached hereto, with such completions, omissions, insertions and changes not inconsistent with this Resolution as may be approved by such officers, whose approval shall be evidenced conclusively by the execution and delivery of the Bond.

6. Pledge of Full Faith and Credit; Pledge of System Revenues. The full faith and credit of the City are irrevocably pledged for the payment of principal of and premium, if any, and interest on the Bond. Unless other funds are lawfully available and appropriated for timely payment of the Bond, the Council shall levy and collect an annual ad valorem tax, over and above all other taxes authorized or limited by law and without limitation as to rate or amount, on all locally taxable property in the City sufficient to pay when due the principal of and premium, if any, and interest on the Bond.

In addition, subject to the right of the City to apply Revenues to the payment of Operation and Maintenance Expense, the City irrevocably pledges the Revenues to the payment of principal of and premium, if any, and interest on the Bond. Such pledge of Revenues shall be on a parity with the pledge of Revenues securing the outstanding principal amounts of the Existing Parity Bonds (described in Exhibit E to the Financing Agreement).

7. Preparation of Printed Bond. Upon request of the registered owner and upon presentation of the Bond at the office of the Registrar (as hereinafter defined), the City shall arrange to have prepared, executed and delivered in exchange as soon as practicable the Bond in printed form in an aggregate principal amount equal to the unpaid principal of the Bond in typewritten form, in denominations of \$5,000 and multiples thereof (except that one Bond may be issued in an odd denomination of not less than \$5,000), of the same form and maturity and registered in such names as requested by the registered owners or their duly authorized attorneys or legal representatives. The printed Bond may be executed by manual or facsimile signature of the Mayor or Vice Mayor, and the City's seal affixed thereto and attested by the Clerk of Council or Deputy Clerk of Council; provided, however, that if both such signatures are facsimiles, no Bond shall be valid until it has been authenticated by the manual signature of the Registrar and the date of authentication noted thereon. The typewritten Bond surrendered in any such exchange shall be canceled.

8. Registration and Transfer of the Bond. The City appoints the City Treasurer as paying agent and registrar (the "Registrar") for the Bond. If deemed to be in its best interest, the City may at any time appoint a qualified bank or trust company as successor Registrar. Upon surrender of the Bond at the office of the Registrar, together with an assignment duly executed by the registered owner or its duly authorized attorney or legal representative in such form as shall be satisfactory to the Registrar, the City shall execute, and the Registrar shall authenticate and deliver in exchange, a new Bond or Bonds having an equal aggregate principal amount, of the same form and maturity, bearing interest at the same rates and registered in such name as requested by the then registered owner or its duly authorized attorney or legal representative. Any such exchange shall be at the expense of the City, except that the Registrar may charge the person requesting such exchange the amount of any tax or other governmental charge required to be paid with respect thereto.

The Registrar shall treat the registered owner as the person or entity exclusively entitled to payment of principal, premium, if any, and interest, and the exercise of all other rights and powers of the owner, except that regular installment payments of principal and

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interest shall be paid to the person or entity shown as owner on the registration books on the 15th day of the month preceding each payment date.

9. Mutilated, Lost or Destroyed Bond. If the Bond has been mutilated, lost or destroyed, the City shall execute and deliver a new Bond of like date and tenor in exchange and substitution for, and upon cancellation of, such mutilated Bond or in lieu of and in substitution for such lost or destroyed Bond; provided, however, that the City shall so execute and deliver only if the registered owner has paid the reasonable expenses and charges of the City in connection therewith and, in the case of a lost or destroyed Bond, (a) has filed with the City evidence satisfactory to the City that such Bond was lost or destroyed and (b) has furnished to the City satisfactory indemnity.

10. Arbitrage Covenants. The City covenants that it shall not take or omit to take any action the taking or omission of which will cause the VRA Bonds to be “arbitrage bonds” within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended, and regulations issued pursuant thereto (the “Code”), or otherwise cause interest on the VRA Bonds to be includable in the gross income of the registered owner thereof under existing law. Without limiting the generality of the foregoing, the City shall comply with any provision of the Tax Compliance Agreement (as hereinafter defined) that may require the City at any time to rebate to the United States any part of the earnings derived from the investment of the gross proceeds of the Bond, unless the City receives an opinion of nationally recognized bond counsel that such compliance is not required to prevent interest on the VRA Bonds from being included in the gross income for federal income tax purposes of the registered owners thereof under existing law. The City shall pay any such required rebate from legally available funds.

11. Tax Compliance Agreement. Such officers of the City as may be requested are authorized and directed to execute and deliver a nonarbitrage certificate and tax compliance agreement (the “Tax Compliance Agreement”) in a form not inconsistent with this Resolution as may be approved by the officers of the City executing such document, whose approval shall be evidenced conclusively by the execution and delivery thereof.

12. Limitation on Private Use. The City covenants that it shall not permit the proceeds of the Bond or the facilities financed with the proceeds of the Bond to be used in any manner that would result in (a) 5% or more of such proceeds or the facilities financed with such proceeds being used in a trade or business carried on by any person other than a governmental unit, as provided in Section 141(b) of the Code, (b) 5% or more of such proceeds or the facilities financed with such proceeds being used with respect to any output facility (other than a facility for the furnishing of water), within the meaning of Section 141(b)(4) of the Code, or (c) 5% or more of such proceeds being used directly or indirectly to make or finance loans to any persons other than a governmental unit, as provided in Section 141(c) of the Code; provided, however, that if the City receives an opinion of nationally recognized bond counsel that any such covenants need not be complied with to prevent the interest on the VRA Bonds from being includable in the gross income for federal income tax purposes of the registered owners thereof under existing law, the City need not comply with such covenants to the extent provided in such opinion.

13. Official Statement. The City authorizes and consents to the inclusion of information with respect to the City contained in VRA’s Preliminary Official Statement and VRA’s Official Statement in final form, both prepared in connection with the sale of the VRA Bonds.

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14. Redemption of 2002 Bond. The City Manager is authorized and directed to take all proper steps to call for redemption such portion(s) of the 2002 Bond as shall be refunded and to prepare and deliver any such notices and correspondence necessary therefor. The Mayor, Vice-Mayor and the City Manager, any of whom may act, are authorized to approve changes to the 2002 Bond and related financing documents, including the execution and delivery of an allonge to the 2002 Bond, as may be necessary to provide for the unrefunded portion, if any, of the 2002 Bond. The Clerk of Council is authorized to affix the City's seal on any such documents and attest the same.

15. Qualified Tax-Exempt Obligation. To the extent the City intends to satisfy the requirements set forth in Section 265(b)(3) of the Code, and if requested by VRA, the City Manager is hereby authorized to designate the Bond for purposes of such Section.

16. Other Actions. All other actions of City officials in conformity with the purposes and intent of this Resolution and in furtherance of the issuance and sale of the Bond are ratified, approved and confirmed. The City officials are authorized and directed to execute and deliver all certificates and other instruments considered necessary or desirable in connection with the issuance, sale and delivery of the Bond pursuant to this Resolution, the Financing Agreement and the Local Bond Sale Agreement.

17. Effective Date. This Resolution shall take effect immediately.

Exhibit A - Form of Bond

*Interest on this bond is intended by the issuer thereof to be included in gross income
for federal income tax purposes.*

REGISTERED

REGISTERED

R-1

_____, 2010

**UNITED STATES OF AMERICA
COMMONWEALTH OF VIRGINIA
CITY OF BEDFORD**

**Taxable General Obligation Water and Sewer Refunding Bond
Series 2010**

The City of Bedford, Virginia (the "City"), a political subdivision of the Commonwealth of Virginia, for value received, acknowledges itself in debt and promises to pay to the Virginia Resources Authority, or its registered assigns or legal representative ("VRA"), solely from the sources hereinafter described and pledged to the payment of this bond the principal sum of _____ DOLLARS (\$_____). Principal of this bond shall be payable in annual installments in the amounts and on the dates set forth in Schedule I attached hereto. Interest on this bond shall be payable on each _____ and _____, commencing _____, _____, computed on the basis of a 360-day year of twelve 30-day months at the rates set forth in Schedule I.

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If any installment of principal or interest on this bond is not paid to the registered owner of this bond within ten days after its due date, the City shall pay to VRA a late payment charge in an amount equal to five percent (5.0%) of the overdue installment.

Subject to the provisions of the Financing Agreement dated as of June 1, 2010 (the "Financing Agreement"), between VRA and the City, so long as this bond is held by VRA or its registered assigns or legal representative, interest is payable by check or draft mailed to the registered owner of this bond at the address that appears on the 15th day of the month preceding each interest payment date on the registration books kept by the City Treasurer, who has been appointed registrar and paying agent, or any successor bank or trust company (the "Registrar"). Principal of and premium, if any, and interest on this bond shall be payable in lawful money of the United States of America. In case any payment date on this bond shall not be a Business Day (as defined below), then payment of principal, premium, if any, and interest need not be made on such date, but may be made on the next succeeding Business Day, and, if made on such next succeeding Business Day, no additional interest shall accrue for the period after such payment date. "Business Day" means any Monday, Tuesday, Wednesday, Thursday or Friday on which commercial banking institutions generally are open for business in New York and Virginia.

This bond has been authorized by a resolution adopted by the Council of the City on April ___, 2010 (the "Resolution"), and is issued pursuant to the Constitution and statutes of the Commonwealth of Virginia, including the Public Finance Act of 1991 and without regard to the City Charter, and the Financing Agreement. Proceeds of this bond will be used to provide funds to (a) refinance [all or a portion] of the outstanding principal amount of the City's \$2,005,000 General Obligation Water and Sewer Bond, Series 2002, and (b) pay the issuance and financing costs incurred in issuing this bond and refunding such bond.

The full faith and credit of the City are irrevocably pledged for the payment of principal of and premium, if any, and interest on this bond. Unless other funds are lawfully available and appropriated for timely payment of this bond, the Council shall levy and collect an annual ad valorem tax, over and above all other taxes authorized or limited by law and without limitation as to rate or amount, on all taxable property within the City sufficient to pay when due the principal of and premium, if any, and interest on this bond. In addition, subject to the City's right to apply Revenues (as defined in the Financing Agreement) to the payment of Operation and Maintenance Expenses (as defined in the Financing Agreement), Revenues are irrevocably pledged for the payment of principal and premium, if any, and interest on this bond and the payment and performance of the City's obligations under the Financing Agreement. Such pledge of Revenues shall be on a parity with the pledge of Revenues securing the outstanding principal amounts of the Existing Parity Bonds (as defined in the Financing Agreement).

If any failure of the City to pay all or any portion of any required payment of the principal of or premium, if any, or interest on this bond results in a withdrawal from the Capital Reserve Fund, the Infrastructure Revenue Debt Service Reserve Fund, the Operating Reserve Fund and/or a drawing on any CRF Credit Facility or the Infrastructure Revenue DSRF Credit Facility (each as defined in the Financing

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Agreement), the interest rates applicable to this bond shall be increased to interest rates sufficient to reimburse the Capital Reserve Fund, the Infrastructure Revenue Debt Service Reserve Fund and/or the Operating Reserve Fund for any foregone investment earnings on the funds withdrawn therefrom and/or pay any interest, fees or penalties assessed by the CRF Credit Provider and/or the Infrastructure Revenue DSRF Credit Provider as a result of the drawing on the CRF Credit Facility or the Infrastructure Revenue DSRF Credit Facility, as appropriate. The increment of interest payable pursuant to the increase in rates shall be referred to as "Supplemental Interest." The term "interest" as used in this bond shall include Supplemental Interest, when and if payable. The City's obligation to pay Supplemental Interest shall commence on the date of VRA's withdrawal of funds from the Capital Reserve Fund, the Infrastructure Revenue Debt Service Reserve Fund and/or the Operating Reserve Fund or the drawing on the CRF Credit Facility or the Infrastructure Revenue DSRF Credit Facility occasioned by the City's failure to pay a required payment or portion thereof as described above (the "Supplemental Interest Commencement Date"). The City's obligation to pay Supplemental Interest shall terminate on the date on which the City remedies such failure to pay by making all payments required but outstanding since the date of such failure to pay (the "Supplemental Interest Termination Date"). From the Supplemental Interest Commencement Date to the Supplemental Interest Termination Date, Supplemental Interest shall be due and payable on the regularly scheduled interest payment dates provided for in this bond. As soon as reasonably possible after the Supplemental Interest Commencement Date and before the next regularly scheduled interest payment date provided for in this bond, VRA shall deliver to the City a certificate as to the increase in interest rates and the amount of Supplemental Interest. The certificate shall set forth in reasonable detail the basis for the increase in interest rates and the manner of calculation of the increase and the amount of Supplemental Interest. Such certificate shall be conclusive (absent manifest error) as to the interest rate increase and amount of Supplemental Interest set forth therein. In determining the interest rate increase and the amount of Supplemental Interest, VRA may use any reasonable averaging and attribution methods.

Notwithstanding anything in this bond to the contrary, in addition to the payments of debt service provided for by this bond, the City shall pay, but only from its legally available funds, such additional amounts, if any, which may be necessary to provide for payment in full of all amounts due under the Financing Agreement.

This bond may be redeemed, prepaid or refunded at the option of the City upon the terms set forth in the Financing Agreement.

This bond is issuable as a fully registered bond. Upon surrender of this bond at the Registrar's office, together with an assignment duly executed by the registered owner or such owner's duly authorized attorney or legal representative in such form as shall be satisfactory to the Registrar, the City shall execute, and the Registrar shall authenticate and deliver in exchange, a new bond or bonds in the manner and subject to the limitations and conditions provided in the Resolution, having an equal aggregate principal amount, in authorized denominations, of the same series, form and maturity, bearing interest at the same rates and in the same manner, and registered in such names as requested by the then registered owner of this bond or such owner's duly authorized attorney or legal

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representative. Any such exchange shall be at the City's expense, except that the Registrar may charge the person requesting such exchange the amount of any tax or other governmental charge required to be paid with respect to it.

The Registrar shall treat the registered owner of this bond as the person exclusively entitled to payment of principal, premium, if any, and interest and the exercise of all other rights and powers of the owner, except that regular installment payments of principal and interest shall be made to the person shown as owner on the 15th day of the month preceding each payment date.

All acts, conditions and things required by the Constitution and statutes of the Commonwealth of Virginia to happen, exist or be performed precedent to and in the issuance of this bond have happened, exist and have been performed, and this bond, together with all other indebtedness of the City, is within every debt and other limitation prescribed by the Constitution and statutes of the Commonwealth of Virginia.

IN WITNESS WHEREOF, the City of Bedford, Virginia, has caused this bond to be signed by its [Vice] Mayor and the City's seal to be affixed hereto and attested by the Clerk of Council, and this bond to be dated the date first above written.

(SEAL)

[Vice] Mayor, City of Bedford, Virginia

ATTEST:

Clerk of the Council, City of Bedford, Virginia

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ASSIGNMENT

FOR VALUE RECEIVED the undersigned hereby sell(s), assign(s) and transfer(s) unto

(please print or typewrite name and address including postal zip code of Transferee)

PLEASE INSERT SOCIAL SECURITY OR OTHER
IDENTIFYING NUMBER OF TRANSFeree

:
:
:
:
:

the within bond and all rights thereunder, hereby irrevocably constituting and appointing

Attorney, to transfer said bond on the books kept for the registration thereof, with full
power of substitution in the premises.

Dated: _____

Signature Guaranteed

NOTICE: Signature(s) must be guaranteed
by an Eligible Guarantor Institution such as a
Commercial Bank, Trust Company,
Securities Broker/Dealer, Credit Union or
Savings Association who is a member of a
medallion program approved by The Securities
Transfer Association, Inc.

(Signature of Registered Owner)

NOTICE: The signature above must
correspond with the name of the
registered owner as it appears on the
front of this bond in every particular,
without alteration or enlargement or
any change whatsoever.

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**SCHEDULE I TO
CITY OF BEDFORD, VIRGINIA
TAXABLE GENERAL OBLIGATION WATER AND SEWER REFUNDING
BOND
SERIES 2010**

<u>Principal Installment Number</u>	<u>Principal Installment Amount</u>	<u>Principal Installment Due Date</u>	<u>Interest Rate</u>
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[to be completed after pricing of VRA Bonds]

End of Exhibit A

The City Manager stated the principals of BOMUR, Inc. have approached staff to inquire about the City's interest in purchasing certain property that the corporation owns on the north side of Jackson Street at its intersection with North Bridge Street. The property is identified as tax parcels 194-A-104 and 194-A-105 and is offered for a price of \$47,500. Mr. Kolakowski stated possession of this property by the City is desirable, as it will facilitate planned improvements for the realignment of the intersection of Jackson Street and North Bridge Street as proposed in the 2020 Transportation Plan. Appropriate survey and sales documents have been prepared. City Council is requested to approve the Agreement for Purchase of Real Estate.

On motion by Councilman Vest, seconded by Vice Mayor Wandrei, voted upon and carried unanimously by a roll call vote, Council approved the Agreement for Purchase of Real Estate on Jackson Street. Roll call vote follows:

Councilman Hubbard	aye
Councilman Rush	aye
Councilman Stanley	aye
Councilman Vest	aye
Vice Mayor Wandrei	aye
Councilwoman Flood	aye
Mayor Tharp	aye

City Manager Kolakowski announced that the week of May 16 - 22, 2010, has been designated as Business Appreciation Week in Virginia, in recognition of the many benefits to Virginia communities derived from their industries. In appreciation of Bedford's local industries, the City Manager said that Council was being requested to adopt a Resolution declaring Business Appreciation Week in the City.

On motion by Councilman Stanley, voted upon and carried unanimously by a roll call vote, Council adopted the resolution declaring Business Appreciation Week in the City. Roll call vote follows:

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Councilman Rush	aye
Councilman Stanley	aye
Councilman Vest	aye
Vice Mayor Wandrei	aye
Councilwoman Flood	aye
Councilman Hubbard	aye
Mayor Tharp	aye

Mayor Tharp adjourned the meeting at 7:15 p.m. until May 11, 2010, at 5:30 p.m. for a budget work session.